



General Principles of a Liquidity Provider Agreement CIM applicable for the Belpex CIM

In accordance with article 36 of the Market Rules (version of 20 December 2007) Belpex may enter into agreements that aim to improve of the liquidity of one or more of its Market Segments. To such an agreement will be referred as Liquidity Provider Agreement.

This document sets out the general principles that govern a Liquidity Provider Agreement for the Belpex Continuous Intraday Market Segment (Belpex CIM).

General principles of a Liquidity Provider Agreement CIM

- a) Only Belpex Participants may become a Liquidity Provider CIM
- b) The Liquidity Provider CIM shall, on a best effort bases and with respect to any obligations a liquidity provider might have regarding the primary, secondary and tertiary reserves, animate the Belpex CIM as much as possible by:
 - a. Submit as much commercially reasonable purchase/sales orders as possible;
 - b. For the sake of transparency, encourage other parties to conclude intraday deals through the Belpex CIM;
 - c. Try to match any sales/purchase intention expressed by other parties through the Belpex CIM.
- c) The Liquidity Provider CIM has a result obligation to quote divisible sales or purchase Orders of **[X]** MW for **[one or more Instruments Series]** of the Belpex CIM, and this for **[Y]** % of these Instruments. The quote shall be performed at a price:
 - Which is at most equal to MAX (price Belpex DAM for similar Instrument + 5%; marginal cost + 10%) in case of a Sales Order;
 - Which is at most equal to MIN (price Belpex DAM for similar Instrument – 5%; marginal cost - 10%) in case of a Purchase Order;Where the marginal cost is an agreed upon formula based on the generation technology used by the Liquidity Provider CIM to fulfill its liquidity obligation. This formula must be based on transparent and publicly available price indices. The formula will be published on the Belpex website.

The quotes shall be placed on the trading platform on **[T1]** and any unexecuted part shall remain on the trading platform until **[T2]**. Upon (partial) execution of it there is no obligation to reconstitute the order volume to its initial size.

The information between [] is to be agreed upon between Belpex and the interested Liquidity Provider CIM

- d) Duration: initial term until end calendar year of signature, with implicit renewal for successive term of one year
- e) Termination:



- a. upon expiry of a term with 1 month prior notice;
 - b. prior to expiry of a term with 1 month prior notice;
 - c. upon breach by Belpex of its obligations;
 - d. upon breach by the Liquidity Provider CIM of its obligations;
 - e. upon termination of the Belpex Participation Agreement of the liquidity provider
- f) Liability: mutatis mutandis application of the obligations under the Market Rules
- g) Confidentiality: Belpex will publish the name of the Liquidity Provider CIM as well as the agreed upon particularities mentioned under point c) here above on its website.
- h) Remuneration:
- a. Belpex shall grant the Liquidity Provider CIM a reduction on the variable operational Fee applicable to the Belpex CIM, depending on the overall traded volume of the Liquidity Provider CIM;
 - b. The fee reduction will be calculated ex post;
 - c. The details regarding the fee reduction granted to a Liquidity Provider CIM shall be negotiated between the Liquidity Provider CIM and Belpex.